

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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|--|---|-----------------|
| THE APPLICATION FOR APPROVAL TO |) | |
| TRANSFER CERTIFICATE OF PUBLIC |) | |
| CONVENIENCE AND NECESSITY OF FIBERLINE |) | |
| NETWORK COMMUNICATIONS LIMITED |) | CASE NO. 93-399 |
| PARTNERSHIP, CASE NO. 89-372, TO |) | |
| LECNET, INC., A WHOLLY-OWNED |) | |
| SUBSIDIARY OF TELEPHONE ELECTRONICS |) | |
| CORPORATION |) | |

O R D E R

On October 26, 1993, LECNET, Inc., a wholly-owned subsidiary of Telephone Electronics Corporation ("LECNET") and Fiberline Network Communications Limited Partnership ("Fiberline") filed a joint application for approval of the transfer of Fiberline's Certificate of Public Convenience and Necessity ("CPCN") granted in Case No. 89-372.¹ Fiberline is currently in receivership; LECNET will not acquire any of Fiberline's assets except for its CPCN. The CPCN granted Fiberline the authority to provide intrastate, interLATA telecommunications services including intrastate interLATA operator-assisted services.

LECNET indicates in its application that it is presently engaged in the business of interexchange carrier telecommunications and operator services and its officers and directors have

¹ Case No. 89-372, Application of Fiberline Network Communications Limited Partnership for a Certificate of Public Convenience and Necessity to Provide Intrastate Operator-Assisted Resold Telecommunications Services as a Nondominant Carrier.

additional experience in those areas from their previous work at other entities. Based on the application, the Commission finds that LECNET has the requisite financial, managerial, and technical capability to acquire Fiberline's CPCN and that the transfer is consistent with the public interest.

IT IS THEREFORE ORDERED that:

1. LECNET be and it hereby is granted the authority to provide intrastate interLATA telecommunications services including intrastate interLATA operator-assisted services subject to all restrictions set out in Case No. 89-372.

2. LECNET shall comply with the orders of Administrative Case 323.²

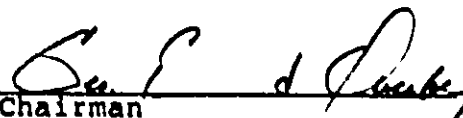
3. LECNET shall file a copy of its transfer agreement with the Commission within 20 days from the date of the transfer. LECNET shall immediately notify the Commission if the transfer will not occur.

4. Within 30 days from the date of this Order, LECNET shall file its tariff sheets in accordance with 807 KAR 5:011. LECNET's tariff must mirror every provision set out in Fiberline's current tariff and LECNET must comply with the adoption notice it filed with the Commission on November 11, 1993.

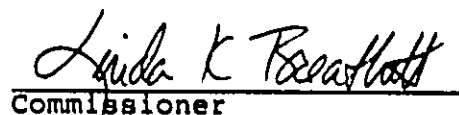
² Administrative Case No. 323, An Inquiry into IntraLATA Toll Competition, an Appropriate Compensation Scheme for Completion of IntraLATA Calls by Interexchange Carriers, and WATS Jurisdictionality.

Done at Frankfort, Kentucky, this 27th day of December, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director